

1997 Partnership Return of Income

565

For calendar year 1997 or fiscal year beginning 1 9 9 7, and ending 1 9 9 7.

A Principal business activity name (same as federal)	Partnership name (place label within block or type or print) Check box if name changed <input type="checkbox"/>		D FEIN
	DBA		E Date business started
B Principal product or service (same as federal)	Number and street (or PO Box number if mail is not delivered to street address)		F Enter total assets at end of year. See instructions.
	City or town	State ZIP code	G \$
C Principal business code (same as federal)	H Secretary of State file number		I Check applicable box
G Check accounting method:	(1) <input type="checkbox"/> Cash (2) <input type="checkbox"/> Accrual (3) <input type="checkbox"/> Other (attach explanation)		(1) <input type="checkbox"/> Initial return (2) <input type="checkbox"/> Final return (3) <input type="checkbox"/> Amended return

Caution: Include **only** trade or business income and expenses on line 1a through line 21 below. See the instructions for more information.

Income	1 a Gross receipts or sales \$	1b Less returns and allowances \$	Balance	1c
	2 Cost of goods sold (Schedule A, line 8)			2
	3 Gross profit. Subtract line 2 from line 1c.			3
	4 Ordinary income (loss) from other partnerships and fiduciaries. Attach schedule.			4
	5 Net farm profit (loss). Attach federal Schedule F (Form 1040).			5
	6 Net gain (loss) from Schedule D-1, Part II, line 18			6
	7 Other income (loss). Attach schedule			7
	8 TOTAL income (loss). Combine line 3 through line 7.			8
Deductions	9 Salaries and wages (other than to partners).			9
	10 Guaranteed payments to partners			10
	11 Repairs			11
	12 Bad debts.			12
	13 Rent			13
	14 Taxes			14
	15 Deductible interest expense not claimed elsewhere on return			15
	16 a Depreciation and amortization. Attach form FTB 3885P \$			16c
	b Less depreciation reported on Schedule A and elsewhere on return \$		c Balance	17
	17 Depletion. Do not deduct oil and gas depletion			18
	18 Retirement plans, etc.			19
	19 Employee benefit programs			20
	20 Other deductions. Attach schedule			21
21 TOTAL deductions. Add line 9 through line 20			22	
22 Ordinary income (loss) from trade or business activities. Subtract line 21 from line 8			23	
23 Tax — \$800.00 (limited partnerships, LLPs and REMICs only). See instructions.			24	
Pay-ments	24 1997 amount withheld-at-source	24		
	25 Amount paid with extension of time to file return	25		
Amount Due or Refund	26 Total payments. Add line 24 and line 25			26
	27 Tax due. If line 23 is more than line 26, subtract line 26 from line 23			27
	28 Refund. If line 26 is more than line 23, subtract line 23 from line 26	28	\$	
	29 Penalties and interest	29		
30 Total amount due. Add line 27 and line 29.	30	\$		

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.

Please Sign Here	Signature of general partner	Date	Telephone
	Preparer's signature	Date	Preparer's SSN/FEIN
Paid Preparer's Use Only	Firm's name (or yours, if self-employed) and address	Check if self-employed <input type="checkbox"/>	FEIN
			Telephone

Schedule A Cost of Goods Sold

1 Inventory at beginning of year	1		
2 Purchases less cost of items withdrawn for personal use	2		
3 Cost of labor.	3		
4 Additional IRC Section 263A costs. Attach schedule.	4		
5 Other costs. Attach schedule.	5		
6 Total. Add line 1 through line 5	6		
7 Inventory at end of year	7		
8 Cost of goods sold. Subtract line 7 from line 6. Enter here and on Side 1, line 2	8		

9 a Check all methods used for valuing closing inventory:

● (1) ☐ Cost (2) ☐ Lower of cost or market as described in Treas. Reg. Section 1.471-4 (3) ☐ Writedown of "subnormal" goods as described in Treas. Reg. Section 1.471-2(c) (4) ☐ Other. Specify method used and attach explanation _____

b Check this box if the LIFO inventory method was adopted this taxable year for any goods. If checked, attach federal Form 970. . . ☐

c Do the rules of IRC Section 263A (with respect to property produced or acquired for resale) apply to the partnership? ☐ Yes ☐ No

d Was there any change (other than for IRC Section 263A purposes) in determining quantities, cost, or valuations between opening and closing inventory? If "yes," attach explanation ☐ Yes ☐ No

J Enter the maximum number of partners in this partnership at any time during the year. (Be sure to attach a K-1 for each partner.) ●					
K Is any partner of the partnership related by blood or marriage to any other member? ●	Yes	No			
L Is any partner of the partnership a trust for the benefit of any person related by blood or marriage to any other member? ●					
M Are any partners in this partnership also partnerships or LLCs?					
N Does the partnership meet all the requirements shown in the instructions for Question N?					
O Is this partnership a partner or a member in another partnership or LLC? If yes, attach a statement with the names and FEINs of each entity.					
P Was there a distribution of property or a transfer (e.g., by sale or death) of a partnership interest during the taxable year? If "yes," see the federal instructions concerning an election to adjust the basis of the partnership's assets under IRC Section 754 ●					
Q Is this partnership a publicly traded partnership as defined in IRC Section 469(k)(2)?					
R Is this partnership under audit by the IRS or has it been audited in a prior year? ●					
S Did this partnership or its subsidiaries have a transfer or acquisition of more than 50% in control or ownership? (See Instructions-Penalties May Apply) ●					
T (1) Is this partnership a limited partnership (LP) that does business in California, or is registered with the SOS or is organized in California? ●					
(2) Is the partnership an LP not doing business in California, not organized in California, not registered with the SOS; and filing to report California source income? ●					
(3) Is this partnership a REMIC? ●					
(4) Is this partnership an LLP? ●					
U (1) Does the partnership have any foreign partners? ●					
(2) Does the partnership have any nonresident partners? ●					
(3) Were Form 592, Form 592-A and Form 592-B filed for these partners? ●					
V Is this an investment partnership? (See instructions.) ●					
W Enter the ordinary income (loss) shown on federal Form 1065 for the same calendar or fiscal year (taxable year). Explain in a separate schedule any differences between federal ordinary income (loss) and the amount shown on line 22 ● \$ _____					
X Is the partnership apportioning income to California using Schedule R? ●					
Y Is the partnership required to complete federal Form 8271? If "Yes," see instructions.					



Schedule K Partners' Shares of Income, Deductions, Credits, Etc.

	(a) Distributive share items			(b) Total amounts using California law	
Income (Loss)	1	Ordinary income (loss) from trade or business activities (Side 1, line 22)		1	
	2	Net income (loss) from rental real estate activities. Attach federal Form 8825		2	
	3	a	Gross income from other rental activities	3a	
		b	Less expenses. Attach schedule.	3b	
		c	Net income (loss) from other rental activities. Subtract line 3b from line 3a.	3c	
	4	Portfolio income (loss). See instructions:			
		a	Interest income	4a	
		b	Dividend income.	4b	
		c	Royalty income	4c	
		d	Net capital gain (loss) (Schedule D (565))	4d	
	e	Other portfolio income (loss). Attach schedule	4e		
	5	Guaranteed payments to partners		5	
	6	Net gain (loss) under IRC Section 1231 (other than due to casualty or theft). Attach Schedule D-1		6	
	7	Other income (loss). Attach schedule		7	
Deductions	8	Charitable contributions. See instructions. Attach schedule		8	
	9	Expense deduction for recovery property (R&TC Sections 17266, 17267.2 and 17268 and IRC Section 179). Attach schedule or worksheet for 179 deductions		9	
	10	Deductions related to portfolio income		10	
	11	Other deductions. Attach schedule		11	
Investment Interest	12	a	Interest expense on investment debts.	12a	
		b	(1) Investment income included on line 4a through line 4e above	12b(1)	
		(2)	Investment expenses included on line 10 above.	12b(2)	
Credits	13	a	(1) Withholding on partnership allocated to all partners	13a(1)	
		b	Low-income housing credit	13b	
		c	Credit(s) other than the credit shown on line 13b related to rental real estate activities. Attach schedule	13c	
		d	Credit(s) related to other rental activities. See instructions. Attach schedule.	13d	
	14	Other credits. See instructions. Attach schedule		14	
Adjustments and Tax Preference Items	15	a	Depreciation adjustment on property placed in service after 1986	15a	
		b	Adjusted gain or loss	15b	
		c	Depletion (other than oil and gas)	15c	
		d	(1) Gross income from oil, gas and geothermal properties	15d(1)	
		(2)	Deductions allocable to oil, gas and geothermal properties	15d(2)	
		e	Other adjustments and tax preference items. Attach schedule	15e	
Other	16	a	Total expenditures to which IRC Section 59(e) election may apply. Attach schedule	16a	
		b	Type of expenditures	16b	
	17	Tax-exempt interest income		17	
	18	Other tax-exempt income.		18	
	19	Nondeductible expenses		19	
	20	Distributions of money (cash and marketable securities)		20	
	21	Distribution of property other than money.		21	
	22	Other items and amounts reported separately to partners. See instructions. Attach schedule		22	
Analysis	23	a	Total distributive income/payment items. Combine line 1 through line 7 above. From the result subtract the sum of line 8 through line 12a and line 16a	23	
		b	Analysis by type of partner:		

(1) General partners
(2) Limited partners

(a) Corporate	(b) Individual		(c) Partnership	(d) Exempt Organization	(e) Nominee/ Other
	i. Active	ii. Passive			
(1) General partners					
(2) Limited partners					

Schedule L **Balance Sheets. See the instructions for Question N before completing Schedules L, M-1 and M-2.**

Assets	Beginning of taxable year		End of taxable year	
	(a)	(b)	(c)	(d)
1 Cash				
2 a Trade notes and accounts receivable				
b Less allowance for bad debts	()		()	
3 Inventories				●
4 U.S. government obligations				
5 Tax-exempt securities				
6 Other current assets. Attach schedule.				●
7 Mortgage and real estate loans				
8 Other investments. Attach schedule				●
9 a Buildings and other depreciable assets				
b Less accumulated depreciation	()		()	●
10 a Depletable assets				
b Less accumulated depletion	()		()	
11 Land (net of any amortization)				●
12 a Intangible assets (amortizable only)				
b Less accumulated amortization	()		()	
13 Other assets. Attach schedule				●
14 Total assets				
Liabilities and Capital				
15 Accounts payable				
16 Mortgages, notes, bonds payable in less than 1 year				
17 Other current liabilities. Attach schedule				
18 All nonrecourse loans				●
19 Mortgages, notes, bonds payable in 1 year or more.				●
20 Other liabilities. Attach schedule				●
21 Partners' capital accounts				●
22 Total liabilities and capital				

Schedule M-1 **Reconciliation of Income per Books With Income per Return. Use Total amount using California law.**

1 Net income (loss) per books		6 Income recorded on books this year not included on Schedule K, line 1 through line 7. Itemize:	
2 Income included on Schedule K, line 1 through line 7, not recorded on books this year. Itemize ●		a Tax-exempt interest \$	●
3 Guaranteed payments (other than health insurance)		7 Deductions included on Schedule K, line 1 through line 12a and line 16a, not charged against book income this year. Itemize:	
4 Expenses recorded on books this year not included on Schedule K, line 1 through line 12a and line 16a. Itemize:		a Depreciation \$	●
a Depreciation \$			
b Travel and entertainment \$			
c Limited partnership tax \$			
5 Total of line 1 through line 4 ●		8 Total of line 6 and line 7	
		9 Income (loss) (Schedule K, line 23a). Subtract line 8 from line 5	

Schedule M-2 **Analysis of Partners' Capital Accounts**

1 Balance at beginning of year		6 Distributions: a Cash	●
2 Capital contributed during year ●		b Property	●
3 Net income (loss) per books		7 Other decreases. Itemize	
4 Other increases. Itemize			●
		8 Total of line 6 and line 7	
5 Total of line 1 through line 4 ●		9 Balance at end of year. Subtract line 8 from line 5	

